

Pension Income Allocations and Designations

- Enter the tax year in the box above.
- Include a completed copy of this schedule **with the trust's return**.
- Complete this schedule if the trust, in a tax year in which it is resident in Canada and is the graduated rate estate of an individual, is allocating and designating pension income to a beneficiary. How this income is designated will affect its tax treatment for the beneficiaries. You need the amounts from this schedule to complete lines 922, 926, 931, and 946 of Schedule 9, Income Allocations and Designations to Beneficiaries. You also have to complete the applicable box on each beneficiary's T3 slip.
- Do not complete this schedule if the trust allocates all pension income to a beneficiary as "Other income." Include the pension income amount on line 926 of Schedule 9 and in box 26 of the T3 slip. The beneficiary will not be able to:
 - transfer the qualifying income to a registered retirement savings plan (RRSP) or a registered pension plan (RPP)
 - claim the pension income amount
 - transfer the qualifying income to acquire an eligible annuity for a minor beneficiary
- Do not write in the **shaded areas**.

Enter the pension income in one of the following columns:

 - Column A: lump-sum pension income designated to a beneficiary spouse or common-law partner. These amounts qualify for a transfer to the beneficiary spouse's or common-law partner's RRSP or RPP.
 - Column B: other pension income.
 - Column C: pension income designated to a beneficiary spouse or common-law partner that qualifies for the pension income non-refundable tax credit.
 - Column D: pension income that qualifies for a transfer to acquire an eligible annuity for a minor beneficiary.
- For more information on pension income and transfers, see Guide T4040, RRSPs and Other Registered Plans for Retirement.

Pension income received by the trust, that is being allocated and designated

	Column A Lump-sum pension income	Column B Other pension income	Column C Qualifying pension income	Column D Qualifies for an eligible annuity for a minor
1. Lump-sum payment from an RPP (box 018 of a T4A slip) that was:				
a) designated to the beneficiary spouse or common-law partner				
b) designated to a minor beneficiary who was under 18 when the person died and was a child or grandchild of the deceased (enter the same amount in columns B and D)				
c) designated to a beneficiary who, due to mental or physical infirmity, was a financially dependent child or grandchild of the deceased (enter the same amount in columns B and D)				
d) allocated to a beneficiary who is not a person described in a), b) or c) above				
2. Life annuity out of a superannuation or pension plan (box 016 of a T4A slip) that was:				
a) designated to the beneficiary spouse or common-law partner (enter the same amount in columns B and C)				
b) allocated to a beneficiary who is not the beneficiary spouse or common-law partner				
3. Life annuity out of a pension plan for the deceased person's services while not a resident of Canada that was:				
a) designated to the beneficiary spouse or common-law partner (enter the same amount in columns B and C)				
b) allocated to a beneficiary who is not the beneficiary spouse or common-law partner				
4. Lump-sum payment out of a pension plan for the deceased person's services while not a resident of Canada that was:				
a) designated to the beneficiary spouse or common-law partner or former spouse or common-law partner				
b) allocated to a beneficiary who is not the beneficiary spouse or common-law partner or former spouse or common-law partner				
5. Lump-sum payment out of a foreign retirement arrangement received for the deceased person's, or the deceased person's spouse or common-law partner's, or former spouse or common-law partner's contributions to the plan that was:				
a) designated to the beneficiary spouse or common-law partner				
b) allocated to a beneficiary who is not the beneficiary spouse or common-law partner				
6. Lump-sum payment from a deferred profit-sharing plan (box 018 of a T4A slip) that was:				
a) designated to the beneficiary spouse or common-law partner				
b) allocated to a beneficiary who is not the beneficiary spouse or common-law partner				
7. Periodic payments from an annuity of a minor (see 1b) above for a definition of a minor				
Pension income being allocated and designated (total)		7931		

Column A total	
Column B total	+
Total pension income	=

Enter the total of column A in the applicable columns for line 922 on Schedule 9.	Include the total of column B in the applicable columns for line 926 on Schedule 9.	Enter the total of column C on line 931 of Schedule 9.	Enter the total of column D in the applicable columns for line 946 on Schedule 9.
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Total pension income cannot be more than the lesser of:

- the amount on line 2 of the T3 return
- the amount on line 25 of the T3 return

See the privacy notice on your return.